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NOI	Incoming	<u>≠</u> Outgoing	Internal	Superceded
Notice of 1	Fle Closure	and Release	of Reclamation	n Surety
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				G 1.1
NOI	_Incoming	_Outgoing	Internal	
Bond File			201	-03122013
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NOI	Incoming	Outgoing	<u>∠</u> Internal	Superceded
Bond File				-03122013
_NOI	Incoming	_Outgoing	Internal	Superceded
TEXT/ 81/	2 X 11 MAP P	AGES11	X 17 MAPS	LARGE MAP
	11 4			

Account Number:

Account Name:

UST - OGM - Stone Cover LLC

Tran #:

18674907

Admin Name:

Raylyn Daniel 801-844-8523

Date:

03/04/2013

This check constitutes payment of the following:

Escrow Disbursements

Final release of acct.

Paid For:

Amount:

\$7,510.44

110042885

Payee:

Stone Cover
C/O Utah State Treasurer
350 N State Street, Ste 180
P. O. Box 142315
Salt Lake City UT 84114-2315

HARLAND CLARKE M17873 12255115



110042885

6

Zions First National Bank Salt Lake City, Utah 801-844-7089

UST - OGM - Stone Cover LLC

Trust Account

3/4/2013

\$7,510.44*

Seven Thousand Five Hundred Ten Dollars & 44/100

Pay to the Order Of:

Stone Cover C/O Utah State Treasurer 350 N State Street, Ste 180 P. O. Box 142315 Salt Lake City UT 84114-2315



SAM-

FORM MR-RC (SMO) Revised August 9, 2006 RECLAMATION CONTRACT Mine Name: 5/027/0114

Other Agency File Number:

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION of OIL, GAS and MINING

1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 (801) 538-5291 Fax: (801) 359-3940

---00O00---

RECEIVED

OCT 0 5 2011

Div. of Oil, Gas & facing

SMALL MINE RECLAMATION CONTRACT

This Reclamation Contract (hereinafter referred to as "Contract") is entered into between Sone (Sone Lice the "Operator" and the Utah State Division of Oil, Gas and Mining ("Division").

WHEREAS, Operator desires to conduct mining operations under Notice of Intention (NOI) File No.

Which the Operator has filed with the Division and has been determined by the Division to be complete (Complete NOI) as required by the Utah Mined Land Reclamation Act, Sections 40-8-1 et seq., Utah Code Annotated, (2005, as amended) (hereinafter referred to as "Act") and the regulations adopted pursuant to the Act; and

WHEREAS, Operator is obligated to reclaim the lands affected by the mining operations in accordance with the Act and the regulations, and is obligated to provide a surety in a form and amount approved by the Division or the Board of Oil, Gas and Mining (Board) to assure reclamation of the lands affected by the mining operations.

NOW, THEREFORE, the Division and the Operator agree as follows:

- Operator agrees to promptly reclaim in accordance with the requirements of the Act and applicable regulations, as they may be amended, all of the lands affected by the mining operations conducted or to be conducted pursuant to a Complete Notice of Intention.
- 2. The Lands Affected by the mining operations and subject to the requirements of the Act and this Contract include:
 - A. All surface and subsurface areas affected or to be affected by the mining operations including but not limited to private onsite ways, roads, railroads; land excavations; drill sites and workings; refuse banks or spoil piles; evaporation or settling

- ponds; stockpiles; leaching dumps; placer areas; tailings ponds or dumps; work, parking, storage, and waste discharge areas, structures, and facilities; and
- B. All mining disturbances regardless of discrepancies in the map and legal description, unless explicitly and clearly identified as EXCLUDED on maps, and legal descriptions included in the Complete NOI; provided lands may be excluded only if: (1) they were disturbed by mining operations that ceased prior to July 1, 1977; (2) the lands would be included but have been reclaimed in accordance with a complete notice or reclamation plan; or (3) the lands were disturbed by a prior operation for which there is no surety, no legally responsible entity or person, and which lands are not necessarily or incidentally intended to be affected by the mining operations as described in the Complete NOI.
- 3. The Operator shall be responsible for reclamation of all such Lands Affected regardless of errors or discrepancies in the maps or legal descriptions provided with the NOI which are intended to assist in determining the location of the mining operations, to describe the areas of disturbance, and to assist estimating the amount of surety required.
- 4. The Operator prior to commencement of any mining operations and as a precondition to the rights under the Notice of Intention shall provide a surety in a form permitted by the Act and in an amount sufficient to assure that reclamation of the Lands Affected will be completed as required by the Act. The Surety shall remain in full force and effect according to its terms unless modified by the Division in writing. A copy of the agreement providing for the Surety for the reclamation obligations herein is included as ATTACHMENT A to this Contract.
- 5. If the Surety expressly provides for cancellation or termination for non-renewal:
 - A. The Operator shall within 60 days following the Division's receipt of notice that the Surety will be terminated or cancelled, provide a replacement Surety sufficient in a form and amount, as required by the Act, to replace the cancelled surety; or
 - B. If the Operator fails to provide an acceptable replacement Surety within 60 days of notice of cancellation or termination, the Division may order the Operator to cease further mining activities, and without further notice proceed to draw upon letters of credit, to withdraw any amounts in certificates of deposit or cash and/or any other forms of surety, and to otherwise take such action as may be necessary to secure the rights of the Division to perfect its claim on the existing surety for the purpose of fully satisfying all of the reclamation

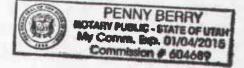
obligations incurred by the Operator prior to the date of termination, and the Division may thereafter require the Operator to begin immediate reclamation of the Lands Affected by the mining operations, and may, if necessary, proceed to take such further actions as may be required for the Division to forfeit the surety for the purpose of reclaiming the Lands Affected

- 6. The Operator's liability under this Contract shall continue in full force and effect until the Division finds that the Operator has reclaimed the Lands Affected by mining operations in accordance with the Act and regulations, as amended. If the mining operations are modified or for any other reason vary from those described in the Complete Notice of Intention, the Operator shall immediately advise the Division, and the Notice of Intention shall be revised and the Surety amount shall be adjusted as necessary.
- 7. If reclamation of a substantial phase or segment of the Lands Affected by the mining operations is completed to the satisfaction of the Division, and the Division finds that such substantial phases or segments are severable from the remainder of the mining area, Operator may request the Division to find that Operator has reclaimed such area. If the Division makes such finding, Operator may make request to the Division for a reduction in the aggregate face amount of the Surety, and the Division may reduce the surety to an amount necessary to complete reclamation of the remaining mining operations as anticipated by the Complete Notice of Intention in accordance with the requirements of the Act and regulations, as amended.
- 8. Operator may, at any time, submit a request to the Division to substitute surety. The Division may approve such substitution if the substitute surety meets the requirements of the Act and the applicable rules.
- 9. Operator agrees to pay all legally determined public liability and property damage claims resulting from mining operations, to pay all permit fees, to maintain suitable records, to file all required reports, to permit reasonable inspections, and to fulfill all sundry reporting requirements applicable to the mine as required by the Act and implementing rules.
- 10. Operator agrees to indemnify and hold harmless the State, Board, and the Division from any claim, demand, liability, cost, charge, suit, or obligation of whatsoever nature arising from the failure of Operator or Operator's agents and employees, or contractors to comply with this Contract.
- 11. If Operator shall default in the performance of its obligations hereunder, Operator shall be liable for all damages resulting from the breach hereof including all costs, expenses, and reasonable attorney's fees incurred by the Division and/or the Board in the enforcement of this Contract.

- 12. Any breach of a material provision of this Contract by Operator may, at the discretion of the Division, in addition to other remedies available to it, result in an order by the Division requiring the Operator to cease mining operations, and may thereafter result in an Order, subject to an opportunity for notice and hearing before the Board, withdrawing and revoking the Notice of Intention, and requiring immediate reclamation by the Operator of the Lands Affected or forfeiture of the Surety.
- 13. In the event of forfeiture of the Surety, Operator shall be liable for any additional costs in excess of the surety amount that is required to comply with this Contract. Upon completion of the reclamation of all of the Lands Affected, any excess monies resulting from forfeiture of the Surety shall be returned to the rightful claimant.
- 14. The Operator shall notify the Division immediately of any changes in the Operator's registered agent, the Operator's address, form of business, name of business, significant changes in ownership, and other pertinent changes in the information required as part of the Notice of Intention. Notwithstanding this requirement, any changes to the Notice of Intention, and any errors, omissions, or failures to fully or accurately complete or update the information on the Notice of Intention, or the attached maps, shall not affect the validity of this Contract and the rights of the Division to enforce its terms.
- 15. If requested by the Division, the Operator shall execute addendums to this Contract to add or substitute parties, or to reflect changes in the Operator, Surety, and otherwise modify the Contract to reflect changes in the mining operations as requested by the Division. All modifications must be in writing and signed by the parties, and no verbal agreements, or modifications in any of the terms or conditions shall be enforceable.
- 16. This Contract shall be governed and construed in accordance with the laws of the State of Utah.

The signatory below represents that the Operator, if not a natural person, is a properly organized entity in good standing under the laws of Utah and the United States, is registered as an entity authorized to do business in the State of Utah, and that he/she is authorized to execute this Contract on behalf of the entity as Operator.

OPERATOR: Operator Name Authorized Officer (Typed or Printed) Authorized Officer - Position Officer's Signature STATE OF) ss: COUNTY OF __ On the 5 day of October, 2011, personally appeared before me, who being by me duly sworn did say that he/she is an <u>Manage</u> (owner, officer, director, partner, agent or other (specify)) of the Operator <u>Stone Cover LLC</u> and duly acknowledged that said instrument was signed on behalf of said Operator by authority of its bylaws, a resolution of its board of directors or as may otherwise be required to execute the same with full authority and to be bound hereby. Notary Public



Residing at

My Commissión Expires:

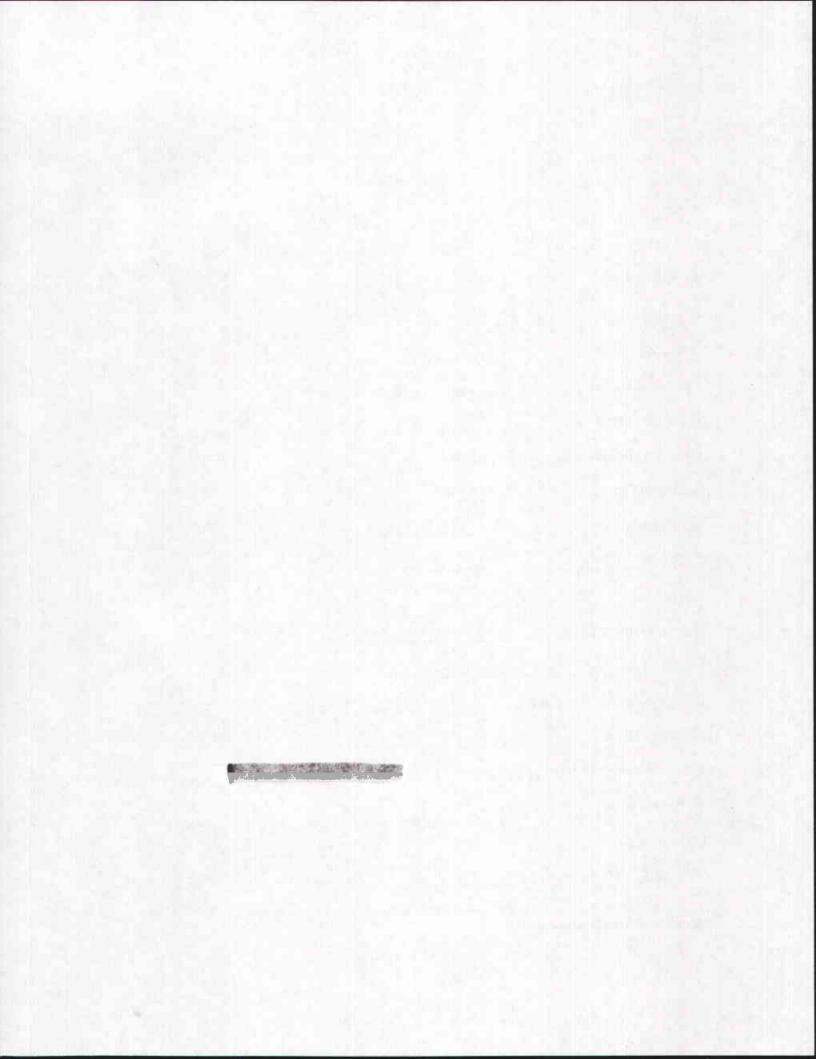
DIVISION OF OIL, GAS AND MINING:	
By Dana Dean, P.E., Associate Director	October 13, 2011 Date
STATE OF Utah	
COUNTY OF Salt Lake) ss:)
On the 13 th day of October personally appeared before me, who being d Dana Dean is the Association is the Association of Natural Resources, St me that he executed the foregoing document of Utah.	uly sworn did say that he, the said siate Director of the Division of Oil, Gas and ate of Utah, and he duly acknowledged to
VICKIE SOUTHWICK NOTARY PUBLIC - STATE OF UTAH My Comm. Exp. 01/05/2015 Commission # 604635	Notary Public Residing at: Salt Lake
1/05/2015	
My Commission Expires:	

Page <u>6 of 6</u> Revised 8/9/2006 Form MR-RC (SMO)

FACT SHEET

Commodity: STONE
Mine Name: STONE COVER QUARRY
Permit Number: <u>5/027/0114</u>
County: NO DEED
Disturbed Acres:
Operator Name: Stone Cover LC
Operator address: 28 10 Paxton Ave SIC UT 8410]
Operator telephone: 8017063462
Operator fax: 80) 487 6673
Operator email: DWESTONGS CEMBIL COM
Contact: W. David WESTON
Surety Type:
Held by (Bank/BLM): UTAH TREE URERS OFFICE
Surety Amount: 7,500
Surety Account Number:
Escalation Year:
Tax ID or Social Security (for cash only):
Surface owner: 32M
Mineral owner: STORE PEROUSE LC
UTU and/or ML number:
***DOGM Contact: Penny Berny State of Litab Division of Oil Con and Mining 904 529 5204 or

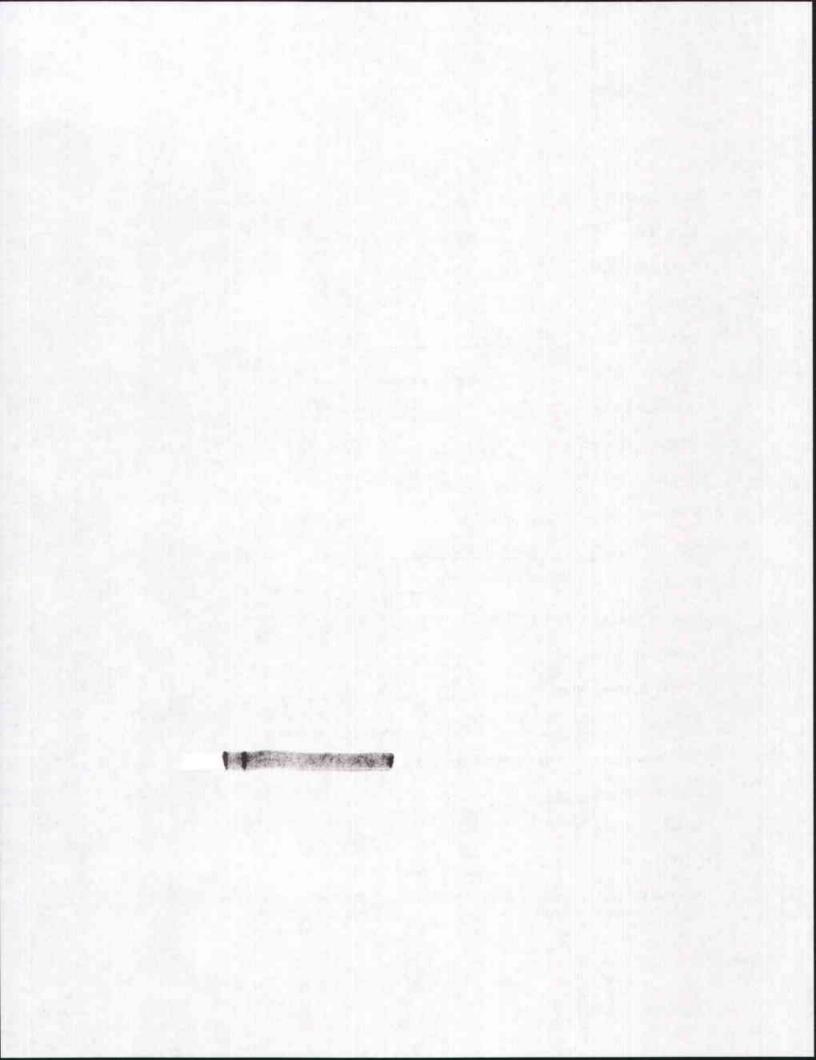
***DOGM Contact: Penny Berry, State of Utah, Division of Oil Gas and Mining, 801 538 5291 or bondcoordinator@utah.gov



FACT SHEET

Commodity: STONE
Mine Name: STONE CONER CONSOR
Permit Number: <u>5/027/0114</u>
County: MI Reso
Disturbed Acres: SCRAE
Operator Name: Stone Cover Mc
Operator address: 218 (PAXTON AVE SIC UT 8410)
Operator telephone: 8017063462
Operator fax: 801 487 6673
Operator email: DWESTONGS CGMAN. COM
Contact: W. David WESTEN
Surety Type: CASH
Held by (Bank/BLM): UTAH TRANCURERS OFFICE
Surety Amount: 7,555
Surety Account Number:
Escalation Year: 2016
Tax ID or Social Security (for cash only):
Surface owner: Bim
Mineral owner: Stores Responses LLC
UTU and/or ML number:

***DOGM Contact: Penny Berry, State of Utah, Division of Oil Gas and Mining, 801 538 5291 or bondcoordinator@utah.gov





MINERALS BONDS

Cash RECEIPT

Date 10/5/2011

Amount \$	7,50000
Check #_	0328806641

Permit Number	80270114
Operator	Stone Cover LLC
For/Memo	New Surety
Signature	Renny Bussi

OCT 0 5 2011

Div. of Care Care Mining

0003288 Office AU # 11-24

CASHIER'S CHECK

0328806641

perator I.D.: utah2071

utah2559

October 05, 2011

AY TO THE ORDER OF

UTAH STATE TREASURER OFFICE

\$7,500.00

Seven thousand five hundred dollars and no cents*

VOID IF OVER US \$ 7,500.00

FELLS FARGO BANK, N.A. XO1 S MAIN ST ALT LAKE CITY, UT 84115 OR INQUIRIES CALL (480) 394-3122

CONTROLLER

	MINERALS BO	NDS
Cash RECEIPT	Г	
Date _/0/5/	2011_	
		Amount \$ 7,500 °C Check # 0328806691
Permit Number	80270114	
Operator	Stone Cover LLC	
For/Memo	New Surety	
I OI/INICIIIO	- Labor Silv Clu	

RECEIVED

OCT 0 5 2011

Div. of Caraca & Mining

0003288 Office AU # 11-24

CASHIER'S CHECK

0328806641

perator I.D.: utah2071

utah2551

October 05, 2011

'AY TO THE ORDER OF

UTAH STATE TREASURER OFFICE

\$7,500.00

Seven thousand five hundred dollars and no cents

VOID IF OVER US \$ 7,500.00

VELLS FARGO BANK, N.A. 001 S MAIN ST JALT LAKE CITY, UT 84115 OR INQUIRIES CALL (480) 394-3122

CONTROLLER